

General Assembly

Substitute Bill No. 7276

January Session, 2007

_____HB07276ENV___032307_____

AN ACT CONCERNING REVISIONS TO THE SOLID WASTE MANAGEMENT SERVICES ACT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 22a-263 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective from passage*):
- The directors of the authority shall meet at least monthly at the call of the chairman and may meet more frequently if necessary and
- desirable. It shall maintain at all times minutes of its meetings
- 6 including its considerations, deliberations, decisions and resolutions,
- 7 which minutes shall be considered public records. It shall maintain all
- 8 necessary records and data with respect to its operations and shall
- 9 report [quarterly] annually to the Governor and [annually to] the
- 10 General Assembly [,] upon its operations. Such reports shall include,
- 11 but not be limited to, a listing of the number and type of waste
- 12 management service contracts entered into with local government
- units and persons, and the charges therefor; a listing of the contracts
- 14 entered into for the services of private industry in the operation of
- 15 systems and facilities; a map showing the location of all facilities
- owned or leased by the authority; a schedule of the amounts of waste
- 17 received and processed in such facilities; a listing of the outstanding
- 18 issues of notes and bonds of the authority and the payment status
- 19 thereof; a budget showing the administrative expenses of the

- 20 authority; a report of revenues of the authority from all sources and of
- 21 the redistribution of any surplus revenues. The authority shall be
- 22 subject to audit by the state Auditors of Public Accounts in accordance
- 23 with normal audit practices prescribed for departments, boards,
- 24 commissions and other agencies of the state.
- Sec. 2. Subsection (a) of section 22a-266 of the general statutes is
- 26 repealed and the following is substituted in lieu thereof (Effective
- 27 *October* 1, 2007):
- 28 (a) To accomplish the purposes of this chapter, the authority shall
- 29 have power to:
- 30 (1) Own, manage and use real property or any interest therein;
- 31 (2) Determine the location and character of any project to be
- 32 developed under the provisions of this chapter, subject to applicable
- 33 statutes and regulations and the requirements of the state-wide solid
- 34 waste management plan;
- 35 (3) Purchase, receive by gift or otherwise, lease, exchange, or
- otherwise acquire and construct, reconstruct, improve, maintain, equip
- and furnish such waste management projects as are called for by the
- 38 state solid waste management plan;
- 39 (4) Sell or lease to any person, all or any portion of a waste
- 40 management project, for such consideration and upon such terms as
- 41 the authority may determine to be reasonable;
- 42 (5) Mortgage or otherwise encumber all or any portion of a project
- 43 whenever, in the opinion of the authority, such action is deemed to be
- in furtherance of the purposes of this chapter;
- 45 (6) Grant options to purchase, or to renew a lease for, any authority
- 46 waste management project on such terms as the authority may
- 47 determine to be reasonable;
- 48 (7) Acquire, by purchase, gift, or transfer [, or by condemnation for

- public purposes,] and manage and operate, hold and dispose of real property and, subject to agreements with lessors or lessees, develop or alter such property by making improvements and betterments with the
- 52 purpose of enhancing the value and usefulness of such property;
 - (8) Make plans, surveys, studies and investigations necessary or desirable, in conformity with the state plan and with due consideration for local or regional plans, to carry out authority functions with respect to the acquisition, use and development of real property and the design and construction of systems and facilities;
- (9) Make short and long range plans, consistent with the provisions of the state solid waste management plan, for the processing and transportation of solid wastes and recovered resources by authority-owned facilities;
- 62 (10) Design or provide for the design of solid waste management 63 facilities including design for the alteration, reconstruction, 64 improvement, enlargement or extension of existing facilities;
 - (11) Construct, erect, build, acquire, alter, reconstruct, improve, enlarge or extend waste management projects including provision for the inspection and supervision thereof and the engineering, architectural, legal, fiscal and economic investigations and studies, surveys, designs, plans, working drawings, specifications, procedures and any other actions incidental thereto;
- 71 (12) Own, operate and maintain waste management projects and 72 make provision for their management and for the manufacturing, 73 processing and transportation operations necessary to derive 74 recovered resources from solid waste, and contracting for the sale of 75 such;
 - (13) Enter upon lands and waters, as may be necessary, to make surveys, soundings, borings and examinations in order to accomplish the purposes of this chapter;

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- (14) Contract with municipal and regional authorities and state agencies to provide waste management services in accordance with the provisions of section 22a-275 and to plan, design, construct, manage, operate and maintain solid waste disposal and processing facilities on their behalf;
 - (15) Design and construct improvements or alterations on properties which it owns or which it operates by contract on behalf of municipal or regional authorities, including the restoration of terminated dumps and landfills to beneficial public or private use;
- (16) Contract for services in the performance of architectural and engineering design, the supervision of design and construction, system management and facility management; for such professional or technical services as are specified in subdivision (3) of section 22a-265; and for such other professional or technical services as may require either prequalification of a contractor or the submission by any individual, firm or consortium or association of individuals or firms of a proposal in response to an official request for proposal or similar written communication of the authority that is issued or made pursuant to the contracting procedures adopted under section 22a-268a, whenever such services are, in the discretion of the authority, deemed necessary, desirable or convenient in carrying out the purposes of the authority;
- (17) Contract for the construction of solid waste facilities with private persons or firms, or consortia of such persons or firms, pursuant to applicable provisions of this chapter, the requirements of applicable regulations, the contracting procedures adopted under section 22a-268a and the state plan and in accordance with such specifications, terms and conditions as the authority may deem necessary or advisable;
- (18) Assist in the development of industries and commercial enterprises and the planning, design, construction, financing, management, ownership, operation and maintenance of systems,

facilities and technology within the state based upon or related to resources recovery, recycling, reuse, treatment, processing or disposal of solid waste provided any net revenue to the authority from activities, contracts, products or processes undertaken pursuant to this subdivision shall be distributed so as to reduce the costs of other authority services to the users thereof on a pro rata basis proportionate to costs paid by such users;

(19) Act as an electric supplier or an electric aggregator pursuant to public act 98-28* provided any net revenue to the authority from activities, contracts, products or processes undertaken pursuant to this subdivision, after payment of principal and interest on bonds and repayment of any loans or notes of the authority, shall be distributed so as to reduce the costs of other authority services to the users thereof on a pro rata basis proportionate to costs paid by such users. In acting as an electric supplier or an electric aggregator pursuant to any license granted by the Department of Public Utility Control, the authority may enter into contracts for the purchase and sale of electricity and electric generation services, provided such contracts are solely for the purposes of ensuring the provision of safe and reliable electric service and protecting the position of the authority with respect to capacity and price; and

(20) Acquire real or personal property by condemnation for public purposes, limited to the condemnation of any resources recovery facility constructed with publicly supported bonds and any and all real or personal property appurtenant to or used in connection with such facility, including: (A) All improvements and fixtures on such property, (B) private property, and (C) every estate, legal or equitable interest and right, and inchoate interest in such facility, including options to purchase, franchises, easements, rights-of-way and any other rights or interests which the authority deems necessary for its obligations and purposes under this chapter.

Sec. 3. Section 22a-260 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2007*):

- The following terms, as used in this chapter, [and] chapter 103b <u>and</u> 145 <u>section 4 of this act</u>, shall have the indicated meanings unless the
- 146 context in which they are used demands a different meaning and
- 147 intent:
- 148 (1) "Authority" means the Connecticut Resources Recovery
- 149 Authority created and established pursuant to this chapter or any
- 150 board, body, commission, department, officer, agency or other
- 151 successor thereto;
- 152 (2) "State solid waste management plan" means the administrative
- and financial plan developed by the Commissioner of Environmental
- 154 Protection for solid waste disposal and resources recovery, pursuant to
- 155 section 22a-211;
- 156 (3) "Resources recovery" means the processing of solid wastes to
- 157 reclaim energy therefrom;
- 158 (4) "Recycling" means the processing of solid waste to reclaim
- 159 material therefrom;
- 160 (5) "Person" means any individual, firm, partnership, association,
- limited liability company or corporation, public or private, organized
- or existing under the laws of the state or any other state, including
- 163 federal corporations, but excluding municipalities, special districts
- having taxing powers or other political subdivisions of the state;
- 165 (6) "Waste management services" means actions taken to effectuate
- 166 the receipt, storage, transportation and processing for resources
- recovery, recycling, reuse of recovered materials, or disposal of solid
- wastes, including the sale of products, materials or energy on behalf of
- 169 the state, a region, a municipality or a person by the authority or by
- any person or persons acting under contract with the authority,
- pursuant to the provisions of this chapter;
- 172 (7) "Solid waste" means unwanted or discarded solid, liquid,
- semisolid or contained gaseous material, including but not limited to,

- 174 demolition debris, material burned or otherwise processed at a
- 175 resources recovery facility or incinerator, material processed at a
- 176 recycling facility and sludges or other residue from a water pollution
- 177 abatement facility, water supply treatment plant or air pollution
- 178 control facility;
- 179 (8) "Solid waste facility" means any solid waste disposal area,
- 180 volume reduction plant, transfer station, wood burning facility, or
- 181 biomedical waste treatment facility;
- 182 (9) "Solid waste disposal area" means any location, including a
- landfill or other land disposal site, used for the disposal of more than
- ten cubic yards of solid waste;
- 185 (10) "Volume reduction plant" means any location or structure,
- 186 whether located on land or water, where more than two thousand
- pounds per hour of solid waste generated elsewhere may be reduced
- in volume, including but not limited to, resources recovery facilities
- and other incinerators, recycling facilities, pulverizers, compactors,
- 190 shredders, balers and composting facilities;
- 191 (11) "Resources recovery facility" means a facility utilizing processes
- 192 aimed at reclaiming the material or energy values from solid wastes;
- 193 (12) "Transfer station" means any location or structure, whether
- located on land or water, where more than ten cubic yards of solid
- 195 waste, generated elsewhere, may be stored for transfer or transferred
- 196 from transportation units and placed in other transportation units for
- 197 movement to another location, whether or not such waste is stored at
- 198 the location prior to transfer;
- 199 (13) "Recycling facility" or "recycling center" means land and
- appurtenances thereon and structures where recycling is conducted,
- 201 including but not limited to, an intermediate processing center as
- 202 defined in this section;
- 203 (14) "Solid waste planning region" means those municipalities or

- parts thereof within or forming an area defined in the state solid waste management plan;
- 206 (15) "Municipality" means any town, city or borough within the 207 state;
- (16) "Municipal authority" means the local governing body having legal jurisdiction over solid waste management within its corporate limits which shall be, in the case of any municipality which adopts a charter provision or ordinance pursuant to section 7-273aa, the municipal resource recovery authority;
- 213 (17) "Region" means two or more municipalities which have joined 214 together by creating a district or signing an interlocal agreement or 215 signing a mutual contract for a definite period of time concerning solid 216 waste management within such municipalities;
- 217 (18) "Regional authority" means the administrative body delegated 218 the responsibility for solid waste management in a region;
- 219 (19) "Bonds" means bonds of the authority issued pursuant to the 220 provisions of this chapter and the authorizing resolutions of said 221 authority;
 - (20) "Notes" means notes of the authority issued pursuant to this chapter and the resolutions of the authority, either in anticipation of and pending the issuance of bonds by said authority or otherwise;
 - (21) "Revenues" means moneys or income received by the authority in whatever form, including but not limited to fees, charges, lease payments, interest payments on investments, payments due and owing on account of any instrument, contract or agreement between the authority and any municipality, region, state agency or person, gifts, grants, bestowals or any other moneys or payments to which the authority is entitled under the provisions of this chapter or any other law, or of any agreement, contract or indenture of the authority;
 - (22) "Waste management project" means any solid waste disposal

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and resources recovery area, plant, works, system, facility or component of a facility, equipment, machinery or other element of a facility which the authority is authorized to plan, design, finance, construct, manage, operate or maintain under the provisions of this chapter, including real estate and improvements thereto and the extension or provision of utilities and other appurtenant facilities deemed necessary by the authority for the operation of a project or portion of a project, including all property rights, easements and interests required;

- (23) "Solid waste management system" means that portion of the overall state solid waste management plan specifically designed to deal with the provision of waste management services and to effect resources recovery and recycling by means of a network of waste management projects and resources recovery facilities developed, established and operated by the authority by contract or otherwise, but not embracing or including any regulatory or enforcement activities of the Department of Environmental Protection in accordance with applicable provisions of the general statutes and as may be referred to in the state solid waste management plan as developed and promulgated by the Commissioner of Environmental Protection;
- (24) "Costs" means the cost or fair market value, as determined by the authority, of construction, lands, property rights, utility extensions, disposal facilities, access roads, easements, franchises, financing charges, interest, engineering and legal services, plans, specifications, surveys, cost estimates, studies, transportation and other expenses necessary or incidental to the design, development, construction, financing, management and operation and maintenance of a waste management project, and such other costs or expenses of the authority, including administrative and operating costs, research and development, and operating capital, including fees, charges, loans, insurances, and the expense of purchasing real and personal property, including waste management projects;
 - (25) "Intermediate processing facility" means a facility where glass,

- metals, paper products, batteries, household hazardous waste, fertilizers and other items are removed from the waste stream for recycling or reuse.
- Sec. 4. (NEW) (Effective October 1, 2007) (a) Notwithstanding the provisions of section 22a-276 of the general statutes, not later than thirty days before instituting condemnation proceedings to obtain a resources recovery facility, the authority shall notify all parties with an interest in said facility of the authority's intention to condemn said facility. Said notice shall detail the properties and interests that the authority seeks to condemn, and shall inquire whether the interested parties intend to sell such properties and interests in the resources recovery facility that the authority has identified as being necessary for fulfilling its obligations under this chapter.
 - (b) All parties notified in accordance with subsection (a) of this section shall answer such notice, in writing, not later than thirty days after the receipt of the notice. If the parties are agreeable to selling their interest in the facility, their answer shall contain the asking price and terms of sale and such price or terms may be the subject of further negotiation among the parties and the authority. If the parties refuse to sell such facility, or fail to reply to the authority not later than thirty days after receipt of the notice, the parties shall forfeit their right to have their interest purchased and the authority may condemn the facility at the reasonable value determined in accordance with subsection (c) of this section.
 - (c) If the authority and the interested party or parties fail to agree upon a price for the parties' interest in the facility, either the authority or such party may petition the Department of Public Utility Control for a determination of a fair price for such interest. The Department of Public Utility Control shall determine the price by estimating the cost of the replacement of the subject interest and making adjustments for depreciation, the value of the underlying land and total entrepreneurial profit.

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(d) Not later than ninety days after the final determination of the price to be paid for the interest in the facility, the authority shall make a final determination whether or not to purchase the interest at said price. The authority may vote to issue such bonds and notes as may be necessary and expedient for the purpose of defraying the cost of purchasing the interest. If the authority issues such bonds or notes, the authority shall pay the money so raised to the previous interest holder immediately upon receipt.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	22a-263
Sec. 2	<i>October 1, 2007</i>	22a-266(a)
Sec. 3	<i>October 1, 2007</i>	22a-260
Sec. 4	October 1, 2007	New section

ENV Joint Favorable Subst.